

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



**CORRECTED
FISCAL MEMORANDUM**

SB 514 – HB 710

March 29, 2016

SUMMARY OF ORIGINAL BILL: Requires the Tennessee Higher Education Commission to include the number of out-of-state students attending public institutions of higher education and the amount of out-of-state tuition collected in its annual *Higher Education Fact Book*.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (014954): Deletes all language of the original bill. Requires the Executive Director of the Tennessee Higher Education Commission (THEC) to convene a task force to study the statutory discount and waiver programs offered by public institutions of higher education. The task force shall be comprised of eight members as follows: one member from the Department of Human Resources; one member from the Department of Finance and Administration; one member from the Tennessee Board of Regents; one member from the University of Tennessee (UT); one member from THEC; one member from the Office of Legislative Budget Analysis; one member from the House of Representatives; and one member from the Senate. The task force shall submit a report to the Senate Education Committee and the House Education Administration and Planning Committee by December 15, 2016, at which time the task force shall cease to exist.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

On March 23, 2016, a fiscal memorandum was issued for this amendment with an estimated fiscal impact as follows:

*Increase State Expenditures – \$1,400/FY16-17/General Fund
\$300/FY16-17/UT*

SB 514 – HB 710 (CORRECTED)

On March 29, 2016, additional information was received from the UT, which specified that their Nashville-based staff would be a part of the task force. As such, the fiscal impact and relative assumptions were determined to be in error and have been corrected. The corrected fiscal impact for the bill as amended is estimated as follows:

(CORRECTED)

Increase State Expenditures - \$700/Each One-Day Meeting

Corrected assumptions for the bill as amended:

- The task force will meet at least two times.
- Two legislative members will be members of the task force.
- Legislative members receive \$204 per day for official legislative activities and \$0.47 per mile for travel. Each member will average a round trip of 297 miles per meeting.
- The increase in state expenditures from the General Fund in FY16-17 relative to the two legislative members of the task force is estimated to be \$687 [2 members x (\$204 per diem + \$139.59 mileage)] for each one-day meeting.
- The six non-legislative members of the task force, including the UT representative, will be appointed from the Nashville area and will receive no compensation or expense reimbursement for their service on the ask force.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

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